



# Michigan *Office of the Auditor General* **REPORT SUMMARY**

## **Financial Audit**

Report Number:  
76-100-02

*Including the Provisions of the Single Audit Act  
October 1, 1999 through September 30, 2001*

## **Department of Environmental Quality (DEQ)**

Released:  
June 2002

A Single Audit is designed to meet the needs of all financial report users, including an entity's federal grantor agencies. The audit determines if the financial schedules and/or financial statements are fairly presented; considers internal control over financial reporting and internal control over federal program compliance; determines compliance with State compliance requirements material to the financial schedules and/or financial statements; and assesses compliance with direct and material requirements of the major federal programs.

### **Financial Statements and Financial Schedules:**

#### **Auditor's Reports Issued**

We issued unqualified opinions on DEQ's financial statements and financial schedules.

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#### **Internal Control Over Financial Reporting**

We did not report any findings related to internal control over financial reporting.

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#### **Noncompliance Material to the Financial Statements and Financial Schedules**

We did not identify any instances of noncompliance applicable to the financial statements and financial schedules that are required to be reported under *Government Auditing Standards*.

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### **Federal Awards:**

#### **Auditor's Reports Issued on Compliance**

We audited 9 programs as major programs and issued 7 unqualified opinions and 2 qualified opinions. The types of opinions issued by federal program are identified on the back of this summary.

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#### **Internal Control Over Major Programs**

We did not report any findings related to internal control over major programs.

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#### **Required Reporting of Noncompliance**

We identified an instance of noncompliance that is required to be reported in accordance with U.S. Office of Management and Budget (OMB) Circular A-133 (Finding 1).

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***Systems of Accounting and Internal Control:***

We determined that DEQ was in substantial compliance with Sections

18.1483 - 18.1487 of the *Michigan Compiled Laws*.

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We audited the following programs as major programs:

<b><u>CFDA Number</u></b>	<b><u>Program Title</u></b>	<b><u>Compliance Opinion</u></b>
11.419	Coastal Zone Management Administration Awards	Unqualified
66.001	Air Pollution Control Program Support	Unqualified
66.419	Water Pollution Control - State and Interstate Program Support	Unqualified
66.432	State Public Water System Supervision	Unqualified
66.458	Capitalization Grants for State Revolving Funds	Qualified
66.460	Nonpoint Source Implementation Grants	Unqualified
66.468	Capitalization Grants for Drinking Water State Revolving Fund	Qualified
66.801	Hazardous Waste Management State Program Support	Unqualified
66.802	Superfund State Site - Specific Cooperative Agreements	Unqualified

A copy of the full report can be obtained by calling 517.334.8050 or by visiting our Web site at: [www.state.mi.us/audgen/](http://www.state.mi.us/audgen/)



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